

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 7030

BILL NUMBER: HB 1187

NOTE PREPARED: Jan 5, 2010

BILL AMENDED:

SUBJECT: Agency Contracts with Minority-Operated Nonprofit Organizations.

FIRST AUTHOR: Rep. Summers

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill requires the Board for the Coordination of Programs Serving Vulnerable Individuals (Board) to: (1) review and make recommendations regarding certain state agencies contracting with minority-operated nonprofit organizations; and (2) develop a plan to increase the number of contracts between certain state agencies and minority-operated nonprofit organizations. It reconciles conflicting language about the Board's reporting duties.

Effective Date: Upon passage.

Explanation of State Expenditures: This bill may increase the workload of the Board for the Coordination of Programs Serving Vulnerable Individuals. The bill removes provisions that requires the Board to report plans and progress to the Governor, Legislative Council, and the public at least semiannually. However, the bill adds the following requirements to: (1) review and determine the number of contracts with minority-operated nonprofit organizations maintained by state agencies and (2) develop a plan to increase the number of contracts with minority-operated nonprofit organizations. The Board would be required to begin making recommendations by September 20, 2010.

Workload may be minimized to the extent the Board receives minority contract information from state agencies. Currently, the Indiana Department of Administration does not maintain a reporting mechanism to quantify which contracts are submitted by minorities; however, it was reported that it is possible to quantify this information for the Board's use.

Background Information: The Governor's Office reports the Board held its first meeting December 9, 2009,

and to date has not had any expenditures.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Board for the Coordination of Programs Serving Vulnerable Individuals.

Local Agencies Affected:

Information Sources: Connie Smith, IDOA; Lawren Mills, Governor's Office.

Fiscal Analyst: Bill Brumbach, 232-9559.